



**REPORT OF THE AUDITOR OF PUBLIC ACCOUNTS
AUDIT EXAMINATION OF THE
McLEAN COUNTY FISCAL COURT**

Fiscal Year Ended June 30, 1999

**EDWARD B. HATCHETT, JR.
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Edward B. Hatchett, Jr. Auditor of Public Accounts

To the People of Kentucky
Honorable Paul E. Patton, Governor
John P. McCarty, Secretary
Finance and Administration Cabinet
Mike Haydon, Secretary, Revenue Cabinet
Honorable Larry Whitaker, County Judge/Executive
Members of the McLean County Fiscal Court

Independent Auditor's Report

We have audited the accompanying statement of assets, liabilities, and fund balances arising from cash transactions of McLean County, Kentucky, as of June 30, 1999, and the related statement of cash receipts, cash disbursements, and changes in cash balances for the year then ended. These financial statements are the responsibility of the McLean County Fiscal Court. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards issued by the Comptroller General of the United States, and the Audit Guide for Fiscal Court Audits issued by the Auditor of Public Accounts, Commonwealth of Kentucky. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

McLean County, Kentucky prepares its financial statements on a prescribed basis of accounting that demonstrates compliance with the cash basis and laws of Kentucky. Consequently, certain revenues and the related assets are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when a liability is incurred. The cash basis accounting system does not require an entity to maintain a general fixed asset group or a general long-term debt group of accounts. Accordingly, the accompanying financial statements are not intended to present financial position and results of operations in conformity with generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and fund balances arising from cash transactions of McLean County, Kentucky, and the related statement of cash receipts, cash disbursements, and changes in cash balances as of and for the year ended June 30, 1999, in conformity with the cash basis of accounting described above.

To the People of Kentucky
Honorable Paul E. Patton, Governor
John P. McCarty, Secretary
Finance and Administration Cabinet
Mike Haydon, Secretary, Revenue Cabinet
Honorable Larry Whitaker, County Judge/Executive
Members of the McLean County Fiscal Court

Our audit was performed for the purpose of forming an opinion on the financial statements of McLean County, Kentucky, taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments and Non-Profit Organizations, and is not a required part of the financial statements. The other information provided on the accompanying schedules is presented for purposes of additional analysis and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the financial statements taken as a whole.

In accordance with Government Auditing Standards, we have also issued our report dated March 28, 2000 on our consideration of McLean County, Kentucky's compliance with certain provisions of laws, regulations, contracts, and grants, and internal control over financial reporting.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Ed Hatchett", with a long horizontal flourish extending to the right.

Edward B. Hatchett, Jr.
Auditor of Public Accounts

Audit fieldwork completed -
March 28, 2000

McLEAN COUNTY OFFICIALS

June 30, 1999

Larry Whitaker	County Judge/Executive
Bill Quisenberry, Jr.	County Attorney
Linda R. Johnson	County Clerk
Linda McClure	Circuit Court Clerk
Lester Stratton	Sheriff
Earlene Abney	Jailer
Sheila Fulkerson	Property Valuation Administrator
Sherry Boyken	County Treasurer
John Muster IV	Coroner
Robert Jennings	Magistrate
Brent Hayden	Magistrate
Jessie Abney	Magistrate
Bobby Johnson	Magistrate

STATEMENT OF ASSETS, LIABILITIES,
AND FUND BALANCES ARISING FROM CASH TRANSACTIONS

McLEAN COUNTY
STATEMENT OF ASSETS, LIABILITIES,
AND FUND BALANCES ARISING FROM CASH TRANSACTIONS

June 30, 1999

Assets and Other Resources

Assets

General Fund:

Cash	\$	14,639
Investments		1,170

Road and Bridge Fund:

Cash		130,693
Investments		42,183

Jail Fund:

Cash		10,811
------	--	--------

Local Government Economic Assistance Fund:

Cash		23,857
Investments		3,605

Ambulance Fund:

Cash		3,003
------	--	-------

Fire Department Fund:

Cash		1,149
------	--	-------

Community Development Block Grant Fund:

Cash		5,492
------	--	-------

Flood Fund:

Cash		23,842
------	--	--------

Hospital Fund:

Cash		3,881
Investments		91,460

Adult Education Fund:

Cash		8,148
------	--	-------

Job Training Partnership Act Fund:

Cash		3,999
------	--	-------

911 Fund:

Cash		585
------	--	-----

Senior Citizens Fund:

Cash		3,194
------	--	-------

Payroll Revolving Fund - Cash		91
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The accompanying notes are an integral part of the financial statements.

McLEAN COUNTY
 STATEMENT OF ASSETS, LIABILITIES, AND FUND BALANCES
 ARISING FROM CASH TRANSACTIONS
 June 30, 1999
 (Continued)

Assets and Other Resources (Continued)

Other Resources

Local Government Economic Assistance Fund:

Amounts to be Provided in Future

Years for Gas Lines - Lease Principal Payments (Note 5A) \$ 200,000

Ambulance Fund:

Amounts to be Provided in Future

Years for Medical Equipment - Lease Principal Payment (Note 5B) 5,000

Fire Department Fund:

Amounts to be Provided in Future

Years for Fire Station and Community Center - Lease
Principal Payments (Note 5C) 102,429

911 Fund:

Amounts to be Provided in Future

Years for Emergency Phone System - Lease Principal Payments (Note 5D) 111,500

Total Assets and Other Resources

\$ 790,731

Liabilities and Fund Balances

Liabilities

Local Government Economic Assistance Fund:

Gas Lines - Lease Principal Payments (Note 5A) \$ 200,000

Ambulance Fund:

Medical Equipment - Lease Principal Payments (Note 5B) 5,000

Fire Department Fund:

Fire Station and Community Center - Lease Principal Payments (Note 5C) 102,429

911 Fund:

Emergency Phone System - Lease Principal Payments (Note 5D) 111,500

Payroll Revolving Fund

91

Fund Balances

Reserved:

Local Government Economic Assistance Fund 27,462

Ambulance Fund 3,003

Fire Department Fund 1,149

Community Development Block Grant Fund 5,492

Flood Fund 23,842

McLEAN COUNTY
STATEMENT OF ASSETS, LIABILITIES, AND FUND BALANCES
ARISING FROM CASH TRANSACTIONS
June 30, 1999
(Continued)

Liabilities and Fund Balances (Continued)

Fund Balances (Continued)

Reserved: (Continued)

Hospital Fund	\$ 95,341
Adult Education Fund	8,148
Job Training Partnership Act Fund	3,999
911 Fund	585
Senior Citizens Fund	3,194

Unreserved:

General Fund	15,809
Road and Bridge Fund	172,876
Jail Fund	<u>10,811</u>

Total Liabilities and Fund Balances	<u><u>\$ 790,731</u></u>
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STATEMENT OF CASH RECEIPTS,
CASH DISBURSEMENTS, AND CHANGES IN CASH BALANCES

McLEAN COUNTY
STATEMENT OF CASH RECEIPTS,
CASH DISBURSEMENTS, AND CHANGES IN CASH BALANCES

Fiscal Year Ended June 30, 1999

	Totals (Memorandum Only)	General Fund	Road and Bridge Fund	Jail Fund
<u>Cash Receipts</u>				
Schedule of Operating Revenue	\$ 2,747,731	\$ 594,955	\$ 796,306	\$ 32,269
Transfers In	880,744	320,735	176,726	99,700
Lease Purchase Proceeds	145,000			
Total Cash Receipts	<u>\$ 3,773,475</u>	<u>\$ 915,690</u>	<u>\$ 973,032</u>	<u>\$ 131,969</u>
<u>Cash Disbursements</u>				
Comparative Schedule of Final Budget and Budgeted Expenditures	\$ 2,725,281	\$ 716,825	\$ 641,981	\$ 119,569
Transfers Out	880,744	311,075	266,800	4,700
Other Financing Uses				
Lease Principal Payments	182,144		7,822	
Prior Year Borrowed Money Repaid	28,430			
Total Cash Disbursements	<u>\$ 3,816,599</u>	<u>\$ 1,027,900</u>	<u>\$ 916,603</u>	<u>\$ 124,269</u>
Excess (Deficiency) of Cash Receipts Over (Under) Cash Disbursements	<u>\$ (43,124)</u>	<u>\$ (112,210)</u>	<u>\$ 56,429</u>	<u>\$ 7,700</u>
Cash Balance - July 1, 1998 *	<u>414,835</u>	<u>128,019</u>	<u>116,447</u>	<u>3,111</u>
Cash Balance - June 30, 1999 *	<u><u>\$ 371,711</u></u>	<u><u>\$ 15,809</u></u>	<u><u>\$ 172,876</u></u>	<u><u>\$ 10,811</u></u>

* Cash Balance Includes Investments

The accompanying notes are an integral part of the financial statements.

McLEAN COUNTY
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN CASH BALANCES
Fiscal Year Ended June 30, 1999
(Continued)

Local Government Economic Assistance Fund	Ambulance Fund	Fire Department Fund	Community Development Block Grant Fund	Flood Fund	Hospital Fund
\$ 268,695 34,700	\$ 267,134 147,339 28,597	\$ 2,709 39,300 116,403	\$ 9,481	\$ 593,390 175	\$ 5,900
\$ 303,395	\$ 443,070	\$ 158,412	\$ 9,481	\$ 593,565	\$ 5,900
\$ 139,982 140,600	\$ 393,020 17,000 16,243 28,430	\$ 25,044 1,700 131,179	\$ 10,274	\$ 444,329 125,569	\$ 18,995
\$ 280,582	\$ 454,693	\$ 157,923	\$ 10,274	\$ 569,898	\$ 18,995
\$ 22,813 4,649	\$ (11,623) 14,626	\$ 489 660	\$ (793) 6,285	\$ 23,667 175	\$ (13,095) 108,436
\$ 27,462	\$ 3,003	\$ 1,149	\$ 5,492	\$ 23,842	\$ 95,341

McLEAN COUNTY
 STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
 CHANGES IN CASH BALANCES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Adult Education Fund	Job Training Partnership Act Fund	911 Fund	Career Center Fund
<u>Cash Receipts</u>				
Schedule of Operating Revenue	\$ 41,070	\$ 46,014	\$ 51,818	\$ 322
Transfers In	4,200		26,236	17,333
Lease Purchase Proceeds				
Total Cash Receipts	<u>\$ 45,270</u>	<u>\$ 46,014</u>	<u>\$ 78,054</u>	<u>\$ 17,655</u>
<u>Cash Disbursements</u>				
Comparative Schedule of Final Budget and Budgeted Expenditures	\$ 40,029	\$ 47,000	\$ 66,188	\$ 14,678
Transfers Out	4,200			3,000
Other Financing Uses				
Lease Principal Payments			26,900	
Prior Year Borrowed Money Repaid				
Total Cash Disbursements	<u>\$ 44,229</u>	<u>\$ 47,000</u>	<u>\$ 93,088</u>	<u>\$ 17,678</u>
Excess (Deficiency) of Cash Receipts Over (Under) Cash Disbursements	\$ 1,041	\$ (986)	\$ (15,034)	\$ (23)
Cash Balance - July 1, 1998 *	<u>7,107</u>	<u>4,985</u>	<u>15,619</u>	<u>23</u>
Cash Balance - June 30, 1999 *	<u>\$ 8,148</u>	<u>\$ 3,999</u>	<u>\$ 585</u>	<u>\$ 0</u>

* Cash Balance Includes Investments

McLEAN COUNTY
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN CASH BALANCES
Fiscal Year Ended June 30, 1999
(Continued)

Senior
Citizens
Fund

\$ 37,668
14,300

\$ 51,968

\$ 47,367
6,100

\$ 53,467

\$ (1,499)
4,693

\$ 3,194

McLEAN COUNTY
NOTES TO FINANCIAL STATEMENTS

June 30, 1999

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The financial statements of McLean County include the funds, agencies, boards, and entities for which the fiscal court is financially accountable. Financial accountability, as defined by Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, as amended by GASB 14, was determined on the basis of the government's ability to significantly influence operations, select the governing authority, participate in fiscal management and the scope of public service. Based upon the application of the criteria stated in GASB 14, there are no component units which merit consideration as part of the reporting entity.

B. Fund Accounting

Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. The government uses funds to report on its financial position and the results of its operations. A fund is a separate accounting entity with a self-balancing set of accounts.

C. Basis of Accounting

The financial statements were prepared on a cash basis of accounting pursuant to Kentucky Revised Statute (KRS) 68.210 as recommended by the State Local Finance Officer. Consequently, certain revenues and related assets are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when a liability is incurred. The cash basis accounting system does not require an entity to maintain a general fixed asset group or a general long-term debt group of accounts.

D. Legal Compliance - Budget

The McLean county budget is adopted on a cash basis of accounting and laws of Kentucky as required by the State Local Finance Officer. The County Judge/Executive is required to submit estimated receipts and proposed expenditures to the fiscal court by May 1 of each year. The budget is prepared by fund, function, and activity and is required to be adopted by the fiscal court by July 1.

The fiscal court may change the original budget by transferring appropriations at the activity level; however, the fiscal court may not increase the total budget without approval by the State Local Finance Officer. Expenditures may not exceed budgeted appropriations at the activity level.

E. Cash and Investments

Cash includes amounts in bank accounts, and investments are stated at cost. Investments may include certificates of deposit on the financial statements; however, for the purpose of disclosing credit risk (Note 3), investments exclude certificates of deposit.

McLEAN COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 1999
(Continued)

Note 1. (Continued)

E. Cash and Investments (Continued)

KRS 66.480 authorizes the county to invest in the following, including but not limited to, obligations of the United States and of its agencies and instrumentalities, obligations and contracts for future delivery or purchase of obligations backed by the full faith and credit of the United States, obligations of any corporation of the United States government, bonds or certificates of indebtedness of this state, and certificates of deposit issued by or other interest-bearing accounts of any bank or savings and loan institution which are insured by the Federal Deposit Insurance Corporation (FDIC) or which are collateralized, to the extent uninsured, by any obligation permitted by KRS 41.240(4).

F. Related Organizations

A related organization is an entity for which a primary government is not financially accountable. It does not impose will or have a financial benefit or burden relationship, even if the primary government appoints a voting majority of the related organization's governing board. Based on these criteria, the McLean County Water District is considered a related organizations of McLean County Fiscal Court.

Note 2. Employee Retirement System

The county has elected to participate in the County Employee Retirement System (CERS) pursuant to KRS 78.530 administered by the Board of Trustees of the Kentucky Retirement Systems. This is a multiple-employer public retirement system which covers all eligible full-time employees. Benefit contributions and provisions are established by statute. Nonhazardous covered employees are required to contribute 5 percent of their salary to the plan. The county's contribution rate for nonhazardous employees was 8.65 percent.

Benefits fully vest on reaching five years of service for nonhazardous employees. Aspects of benefits for nonhazardous employees include retirement after 27 years of service or age 65.

Historical trend information showing the CERS' progress in accumulating sufficient assets to pay benefits when due is present in the Kentucky Retirement Systems' annual financial report.

Note 3. Deposits

The county maintained deposits of public funds with depository institutions insured by the Federal Deposit Insurance Corporation (FDIC). According to KRS 66.480(1)(d) and KRS 41.240(4), the depository institution should pledge or provide sufficient collateral which, together with FDIC insurance, equals or exceeds the amount of public funds on deposit at all times. In order to be valid against the FDIC in the event of failure or insolvency of the depository institution, this pledge or provision of collateral should be evidenced by an agreement between the county and the depository institution, signed by both parties, that is (a) in writing, (b) approved by the board of directors of the depository institution or its loan committee, which approval must be reflected in the minutes of the board or committee, and (c) an official record of the depository institution.

McLEAN COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 1999
(Continued)

Note 3. Deposits (Continued)

The county entered into a written agreement with the depository institution and met requirements (a), (b), and (c) stated above. However, as of July 17, 1998, the collateral and FDIC insurance together did not equal or exceed the amount on deposit, leaving \$76,438 of public funds uninsured and unsecured.

The county's deposits are categorized below to give an indication of the level of risk assumed by the county as of July 17, 1998.

	<u>Bank Balance</u>
Collateralized with securities held by pledging depository institution in the county's name	\$ 597,336
Uncollateralized and uninsured	<u>76,437</u>
Total	<u><u>\$ 673,773</u></u>

Note 4. Receivables

A. Mespar Inc.

The county loaned \$500,000 of Community Development Block Grant Funds and \$160,000, of county funds to Mespar Inc. on July 23, 1996, for the purpose of constructing a new aluminum processing facility. The Community Development Block Grant funds were loaned at an interest rate of 5% for a period of 10 years. County funds were loaned at an interest rate of 6% for a period of 10 years. The balance of the two loans was \$643,500 as of June 30, 1999.

On July 23, 1997, the last guarantor of Mespar Inc. was granted a Chapter 7 Bankruptcy discharge. The county was barred from attempting to collect on the debt owed to them. This receivable has been deemed as uncollectible.

B. Meridian Aluminum Products, Inc.

On June 14, 1999, the county entered a lease with Meridian Aluminum Products, Inc. and the McLean County Industrial Foundation, Inc for the aforementioned Mespar Inc. properties. Meridian shall pay as rent the sum of \$736,000, payable in a series of 180 equal consecutive monthly payments of \$7,268, with the first installment being due on the 14th day of December, 1999. The payments represent principal and interest thereon at the rate of 8.75% per annum. The balance of principal and interest, if any, shall be due and payable on or before the 14th day of May, 2015. As of June 30, 1999, the County had received no payments.

McLEAN COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 1999
(Continued)

Note 5. Long Term Debt

A. Local Government Economic Assistance Fund

On May 5, 1998, the McLean County Fiscal Court borrowed \$200,000, from Kentucky Area Development District Leasing Trust Fund (KADD), for the installation of gas lines. The interest rate is 4.87% with semi-annual interest payments of \$4,870 due on the 20th of May and November for 3 years. The principal balance at June 30, 1999 was \$200,000. Future debt requirements are as follows:

Fiscal Year Ended	Interest	Principal
June 30, 2000	\$ 9,740	\$
June 30, 2001	9,740	200,000
Totals	<u>\$ 19,480</u>	<u>\$ 200,000</u>

B. Ambulance Fund

On February 2, 1997, the McLean County Fiscal Court borrowed \$17,000, from Kentucky Area Development District Leasing Trust Fund (KADD) for the purchase of heart defibrillators. The interest rate is 5.21% with semi-annual payments due on the 20th of May and November for 3 years. The principal balance at June 30, 1999 was \$5,000. Future debt requirements are as follows:

Fiscal Year Ended	Interest	Principal
June 30, 2000	<u>\$ 185</u>	<u>\$ 5,000</u>

C. Fire Department Fund

On November 12, 1998, the McLean County Fiscal Court refinanced and consolidated through KADD two loans previously held by First Security Bank and Trust of Island, Kentucky. The loans were originally for the construction of the Beechgrove Fire Station and Community Center for \$105,000, and additional construction on the same buildings for \$45,000. The total amount refinanced for both loans was \$116,000 at 5.10% for 7 years with semi-annual payment on the 20th of May and November.

McLEAN COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 1999
(Continued)

Note 5. Long Term Debt (Continued)

C. Fire Department Fund

As of June 30, 1999, the principal balance outstanding was \$102,429. Future debt requirements are noted below.

Fiscal Year Ended	Interest	Principal
June 30, 2000	\$ 5,044	\$ 14,272
June 30, 2001	4,307	15,009
June 30, 2002	3,532	15,784
June 30, 2003	2,717	16,599
June 30, 2004	1,859	17,457
June 30, 2005	958	18,358
June 30, 2006	126	4,950
Totals	<u>\$ 18,543</u>	<u>\$ 102,429</u>

D. 911 Fund

On January 1, 1998, the McLean County Fiscal Court borrowed \$147,000, from KADD for the purchase of a 911 emergency dispatch system. The interest rate is 5.25% with bi-annual payments due on the 20th of May and November for 5 years. The principal balance at June 30, 1999 was \$111,500. Future debt requirements are as follows:

Fiscal Year Ended	Interest	Principal
June 30, 2000	\$ 5,487	\$ 28,400
June 30, 2001	3,977	29,800
June 30, 2002	2,391	31,400
June 30, 2003	719	21,900
Totals	<u>\$ 12,574</u>	<u>\$ 111,500</u>

McLEAN COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 1999
(Continued)

Note 6. Commitments and Contingencies

A. Water and Wastewater Treatment Plant

McLean County, Kentucky, together with Henderson County, Kentucky, and Webster County, Kentucky, has committed to pay the city of Henderson, Kentucky, one third of the portion of the annual debt service which exceeds net operating revenues derived by the city from the operation of a water and wastewater treatment plant built as an incentive to economic development in the three counties. The estimated total amount of money necessary to be paid to the city by the three participating counties to supplement the city's annual debt service project is \$255,000 per year.

Furthermore, any monies paid by the three participating counties to supplement the city's debt service obligations on the project shall be refunded by the city to each participating county, but without interest, out of the portion of the net operating revenues from the water treatment plant and wastewater treatment plant which exceed the city's debt service obligation on the facilities, if and when, both plants generate net operating revenue.

B. Twin Rivers Building

The County and the City of Livermore have jointly agreed to underwrite a mortgage loan for a building purchased by Twin Rivers in Livermore, Kentucky. In the event that Twin Rivers defaults on the mortgage with Independence Bank (formerly Farmers and Merchants Bank), the county and the city will both bear $\frac{1}{2}$ of the mortgage payments or the remaining principal balance. As June 30, 1999, the remaining principal balance was \$56,757 and \$28,378, was attributable as the county's share.

Note 7. Subsequent Events

On July 1, 1999, McLean County entered a financing agreement with Kentucky Area Development Districts Financing Trust Program (KADD) for the purpose of obtaining advance funding for a courthouse expansion. The McLean County Fiscal Court anticipates the issuance of bonds in order to finance the expansion which is for an Administrative Office of Courts Judicial Center.

Note 8. Insurance

For the fiscal year ended June 30, 1999, McLean County was a member of the Kentucky Association of Counties' All Lines Insurance Fund (KALF). KALF is a self-insurance fund and was organized to obtain lower cost coverage for general liability, property damage, public officials' errors and omissions, public liability, and other damages. The basic nature of a self-insurance program is that of a collectively shared risk by its members. If losses incurred for covered claims exceed the resources contributed by the members, the members are responsible for payment of the excess losses.

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COMPARATIVE SCHEDULE OF
BUDGETED TO ACTUAL OPERATING REVENUE

McLEAN COUNTY
COMPARATIVE SCHEDULE OF
BUDGETED TO ACTUAL OPERATING REVENUE

Fiscal Year Ended June 30, 1999

<u>Budgeted Funds</u>	<u>Budgeted Operating Revenue</u>	<u>Actual Operating Revenue</u>	<u>Over (Under) Budget</u>
General Fund	\$ 1,096,953	\$ 594,955	\$ (501,998)
Road and Bridge Fund	753,312	796,306	42,994
Jail Fund	116,020	32,269	(83,751)
Local Government Economic Assistance Fund	525,140	268,695	(256,445)
Rural Health Grant Fund	11,500	-	(11,500)
Ambulance Fund	418,930	267,134	(151,796)
Fire Department Fund	290,236	2,709	(287,527)
Community Development Block Grant Fund	574,500	9,481	(565,019)
Flood Fund	589,346	593,390	4,044
Hospital Fund	25,500	5,900	(19,600)
Adult Education Fund	76,500	41,070	(35,430)
Job Training Partnership Act Fund	61,174	46,014	(15,160)
911 Fund	87,000	51,818	(35,182)
Career Center Fund	20,500	322	(20,178)
Senior Citizens Fund	43,578	37,668	(5,910)
Totals	<u>\$ 4,690,189</u>	<u>\$ 2,747,731</u>	<u>\$ (1,942,458)</u>

Reconciliation

Total Budgeted Operating Revenue Above	\$ 4,690,189
Add: Budgeted Prior Year Surplus	357,475
Less: Other Financing Uses	<u>(480,448)</u>
Total Operating Budget Per Comparative Schedule Of Final Budget and Budgeted Expenditures	<u>\$ 4,567,216</u>

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SCHEDULE OF OPERATING REVENUE

McLEAN COUNTY
SCHEDULE OF OPERATING REVENUE

Fiscal Year Ended June 30, 1999

	Totals (Memorandum Only)	General Fund	Road and Bridge Fund	Jail Fund
Revenue From Local Taxes <u>and Excess Fees</u>				
Sheriff:				
Taxes	\$ 301,458	\$ 301,458	\$	\$
Excess Fees	12,308	12,308		
Fire Protection	3,379	3,379		
Unmined Minerals	4,238	4,238		
County Clerk:				
Deed Transfer Tax	11,312	11,312		
Delinquent Taxes	3,429	3,429		
Excess Fees	27,955	27,955		
Tangible Personal Property Taxes:	48,146	48,146		
Bank Share Franchise Fees	26,898	26,898		
Telephone Tax	51,818			
Totals	<u>\$ 490,941</u>	<u>\$ 439,123</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Federal Receipts - State Treasurer</u>				
Federal Emergency Management Agency:				
Hazard Mitigation	\$ 405,675	\$	\$ 17,693	\$
Disaster and Emergency Service Reimbursement	598	\$ 598		
Community Development Block Grants - Mespar	9,364			
Housing and Urban Development - Supplemental Mitigation	178,758			
Department of Adult Education and Literacy Grant	38,417			
Job Training Participation	46,014			
Title III - Aging Program	24,255			
Totals	<u>\$ 703,081</u>	<u>\$ 598</u>	<u>\$ 17,693</u>	<u>\$ 0</u>

McLEAN COUNTY
SCHEDULE OF OPERATING REVENUE
Fiscal Year Ended June 30, 1999
(Continued)

Local Government Economic Assistance Fund	Ambulance Fund	Fire Department Fund	Community Development Block Grant Fund	Flood Fund	Hospital Fund
\$	\$	\$	\$	\$	\$
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
\$	\$	\$	\$	\$ 387,982	\$
			9,364		
				178,758	
\$ 0	\$ 0	\$ 0	\$ 9,364	\$ 566,740	\$ 0

McLEAN COUNTY
SCHEDULE OF OPERATING REVENUE
Fiscal Year Ended June 30, 1999
(Continued)

	Adult Education Fund	Job Training Partnership Act Fund	911 Fund	Career Center Fund
Revenue From Local Taxes <u>and Excess Fees</u>				
Sheriff:				
Taxes	\$	\$	\$	\$
Excess Fees				
Fire Protection				
Unmined Minerals				
County Clerk:				
Deed Transfer Tax				
Delinquent Taxes				
Excess Fees				
Tangible Personal Property Taxes:				
Bank Share Franchise Fees				
Telephone Tax			51,818	
Totals	\$ 0	\$ 0	\$ 51,818	\$ 0
<u>Federal Receipts - State Treasurer</u>				
Federal Emergency Management Agency:				
Hazard Mitigation	\$	\$	\$	\$
Disaster and Emergency Service Reimbursement				
Community Development Block Grants - Mespar				
Housing and Urban Development - Supplemental Mitigation				
Department of Adult Education and Literacy Grant	38,417			
Job Training Participation		46,014		
Title III - Aging Program				
Totals	\$ 38,417	\$ 46,014	\$ 0	\$ 0

McLEAN COUNTY
 SCHEDULE OF OPERATING REVENUE
 Fiscal Year Ended June 30, 1999
 (Continued)

Senior
 Citizens
 Fund

\$

\$ 0

\$

24,255

\$ 24,255

McLEAN COUNTY
SCHEDULE OF OPERATING REVENUE
Fiscal Year Ended June 30, 1999
(Continued)

	Totals (Memorandum Only)	General Fund	Road and Bridge Fund	Jail Fund
<u>Kentucky State Treasurer</u>				
Jail:				
Allotments	\$ 24,000	\$	\$	\$ 24,000
Medical Allotments	2,170			2,170
Driving Under The Influence Fees	1,360			1,360
County Road Aid	510,933		510,933	
Public Defender Allotment	7,360	7,360		
Truck License Distribution	161,449		161,449	
Energy Recovery	1,960		1,960	
Election Expense Reimbursement	4,080	4,080		
Surface Mining Permits	2,125	2,125		
Courthouse Rental - Administrative				
Office of the Courts	27,902	27,902		
Refunds:				
Legal Process Tax	50	50		
Drivers Licenses	1,021		1,021	
Dog Licenses	45	45		
Severance Taxes:				
Coal	173,340			
Mineral	12,204			
Board of Assessments	200	200		
Tangible Property Taxes	8,985	8,985		
Delinquent Taxes	29	29		
Grants:				
Disaster and Emergency Services				
Reimbursement	3,154	3,154		
Title III - Aging Program	2,422			
Aging Program:				
Homecare	4,610			
Fuel Reimbursement	1,289			
Disaster and Emergency				
Assistance Grant -				
1997 Flood Relief	26,650			
Kentucky Heritage Council -				
Tourism Reimbursements	803			
Rivers and Streams Grant	1,250			

McLEAN COUNTY
 SCHEDULE OF OPERATING REVENUE
 Fiscal Year Ended June 30, 1999
 (Continued)

Local Government Economic Assistance Fund	Ambulance Fund	Fire Department Fund	Community Development Block Grant Fund	Flood Fund	Hospital Fund

\$	\$	\$	\$	\$	\$
----	----	----	----	----	----

173,340
12,204

26,650

803
1,250

McLEAN COUNTY
SCHEDULE OF OPERATING REVENUE
Fiscal Year Ended June 30, 1999
(Continued)

	Adult Education Fund	Job Training Partnership Act Fund	911 Fund	Career Center Fund
<u>Kentucky State Treasurer</u>				
Jail:				
Allotments	\$	\$	\$	\$
Medical Allotments				
Driving Under The Influence Fees				
County Road Aid				
Public Defender Allotment				
Truck License Distribution				
Energy Recovery				
Election Expense Reimbursement				
Surface Mining Permits				
Courthouse Rental - Administrative				
Office of the Courts				
Refunds:				
Legal Process Tax				
Drivers Licenses				
Dog Licenses				
Severance Taxes:				
Coal				
Mineral				
Board of Assessments				
Tangible Property Taxes				
Delinquent Taxes				
Grants:				
Disaster and Emergency Services				
Reimbursement				
Title III - Aging Program				
Aging Program:				
Homecare				
Fuel Reimbursement				
Disaster and Emergency				
Assistance Grant -				
1997 Flood Relief				
 Kentucky Heritage Council -				
Tourism Reimbursements				
Rivers and Streams Grant				

McLEAN COUNTY
 SCHEDULE OF OPERATING REVENUE
 Fiscal Year Ended June 30, 1999
 (Continued)

Senior
 Citizens
Fund

\$

2,422

4,610

1,289

McLEAN COUNTY
SCHEDULE OF OPERATING REVENUE
Fiscal Year Ended June 30, 1999
(Continued)

	Totals (Memorandum Only)	General Fund	Road and Bridge Fund	Jail Fund
<u>Kentucky State Treasurer</u> (Continued)				
Grants (Continued):				
Wastewater Grant	\$ 5,000	\$	\$	\$
Transporting Prisoners/Patients	491			491
Totals	<u>\$ 984,882</u>	<u>\$ 53,930</u>	<u>\$ 675,363</u>	<u>\$ 28,021</u>
<u>Miscellaneous Revenue</u>				
Interest	\$ 25,021	\$ 11,099	\$ 7,535	\$
County Automobile Permit Fee	84,762		84,762	
Circuit Court Clerk:				
Jail Cost	3,377			3,377
Work Release	871			871
Charges for Services:				
Solid Waste Permits	350	350		
Transfer Station Fees	25,779	25,779		
Dog Release Fees	70	70		
Ambulance Service	266,165			
Gas Line Installation	75,000			
Recycling	2,743	1,030	1,713	
Vending Commissions	2,000	2,000		
Reimbursements for Rock	8,426		8,426	
Farm Income	607	607		
Marriage Fees	280	280		
Payroll Reimbursement - Child Support	49,620	49,620		
KLEFPF Reimbursement from Sheriff	6,398	6,398		
Donations	3,009			
Aging Program Fees	3,524			
Rent	1,423			
Miscellaneous Items	9,402	4,071	814	
Totals	<u>\$ 568,827</u>	<u>\$ 101,304</u>	<u>\$ 103,250</u>	<u>\$ 4,248</u>
Total Operating Revenue	<u>\$ 2,747,731</u>	<u>\$ 594,955</u>	<u>\$ 796,306</u>	<u>\$ 32,269</u>

McLEAN COUNTY
SCHEDULE OF OPERATING REVENUE
Fiscal Year Ended June 30, 1999
(Continued)

Local Government Economic Assistance Fund	Ambulance Fund	Fire Department Fund	Community Development Block Grant Fund	Flood Fund	Hospital Fund
\$ 5,000	\$	\$	\$	\$	\$
\$ 192,597	\$ 0	\$ 0	\$ 0	\$ 26,650	\$ 0
\$ 855	\$	\$	\$ 117	\$	\$ 5,415
75,000	266,165				
243	969	2,709			300
\$ 76,098	\$ 267,134	\$ 2,709	\$ 117	\$ 0	\$ 5,900
\$ 268,695	\$ 267,134	\$ 2,709	\$ 9,481	\$ 593,390	\$ 5,900

McLEAN COUNTY
 SCHEDULE OF OPERATING REVENUE
 Fiscal Year Ended June 30, 1999
 (Continued)

	Adult Education Fund	Job Training Partnership Act Fund	911 Fund	Career Center Fund
<u>Kentucky State Treasurer</u> (Continued)				
Grants (Continued):				
Wastewater Grant	\$	\$	\$	\$
Transporting Prisoners/Patients				
Totals	\$ 0	\$ 0	\$ 0	\$ 0
<u>Miscellaneous Revenue</u>				
Interest	\$	\$	\$	\$
County Automobile Permit Fee				
Circuit Court Clerk:				
Jail Cost				
Work Release				
Charges for Services:				
Solid Waste Permits				
Transfer Station Fees				
Dog Release Fees				
Ambulance Service				
Gas Line Installation				
Recycling				
Vending Commissions				
Reimbursements for Rock				
Farm Income				
Marriage Fees				
Payroll Reimbursement - Child Support				
KLEFPF Reimbursement from Sheriff				
Donations				
Aging Program Fees				
Rent				
Miscellaneous Items	2,653			322
Totals	\$ 2,653	\$ 0	\$ 0	\$ 322
Total Operating Revenue	\$ 41,070	\$ 46,014	\$ 51,818	\$ 322

McLEAN COUNTY
SCHEDULE OF OPERATING REVENUE
Fiscal Year Ended June 30, 1999
(Continued)

Senior
Citizens
Fund

\$

\$ 8,321

\$

3,524

1,423

145

\$ 5,092

\$ 37,668

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COMPARATIVE SCHEDULE OF
FINAL BUDGET AND BUDGETED EXPENDITURES

McLEAN COUNTY
COMPARATIVE SCHEDULE OF
FINAL BUDGET AND BUDGETED EXPENDITURES

Fiscal Year Ended June 30, 1999

	<u>Final Budget</u>	<u>Budgeted Expenditures</u>	<u>Under (Over) Budget</u>
<u>GENERAL FUND</u>			
<u>General Government</u>			
Office of County Judge/Executive:			
Salaries-			
County Judge/Executive	\$ 52,269	\$ 52,269	\$
Finance Officer	24,731	24,731	
Secretaries	460		460
Other Salaries	180		180
Advertising	2,040	2,007	33
Office Materials and Supplies	3,500	2,725	775
Dues and Registrations Fees	1,100	1,100	
Conferences and Training	4,153	4,110	43
Data Processing Equipment	4,440	4,440	
Telephone	4,426	4,426	
Travel-			
Judge/Executive	3,500	2,899	601
Finance Officer	500		500
Daviess County Phone	3,405	3,405	
New Office Equipment	1,166	397	769
Office Equipment Maintenance	1,095	393	702
Office of County Attorney:			
Salaries-			
County Attorney	12,500	12,500	
Secretaries	9,737	9,304	433
Dues	750	500	250
Office Materials and Supplies	738	494	244
Telephone	3,262	3,262	
Office of County Clerk:			
County Clerk Salary	1,200	1,200	
Fees	4,500	946	3,554
Copier Maintenance	4,500	3,262	1,238
Data Processing Supplies	4,000	418	3,582
Office Materials and Supplies	5,068	5,068	
Indexing and Binding	5,000	3,599	1,401
Telephone	2,089	1,975	114

McLEAN COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>GENERAL FUND</u> (Continued)			
<u>General Government</u> (Continued)			
Office of Sheriff:			
Salaries-			
Deputies	\$ 69,058	\$ 69,058	\$
Clerk	1,200	1,054	146
Advertising Tax Bills	874	874	
Materials and Supplies	926		926
Telephone	2,800	2,714	86
Vehicle Repair	4,000	3,609	391
Office Equipment	500	308	192
Radio Equipment	800	329	471
Office of County Coroner:			
Salaries-			
County Coroner	4,800	4,800	
Deputy Coroner	3,600	3,600	
Fiscal Court:			
Magistrates-			
Salaries	21,374	21,120	254
Conferences/Training	500	447	53
Office of Property Valuation Administrator:			
Office Materials and Supplies	11,061	12,582	(1,521)
Telephone	2,017	2,017	
Office of Board of Assessment Appeals:			
Per Diem	400	400	
Office of County Treasurer:			
County Treasurer Salary	22,633	22,595	38
Office Materials and Supplies	1,500	1,029	471
Registration, Conferences	500	409	91
Telephone	300	46	254
Travel	300	72	228
New Office Equipment	1,200	1,200	
Data Processing Equipment	16		16

McLEAN COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>GENERAL FUND</u> (Continued)			
<u>General Government</u> (Continued)			
County Law Library:			
Law Librarian Salary	\$ 1,200	\$ 1,200	\$
Office Supplies	500	466	34
Elections:			
Per Diem-			
Election Officers	5,583	5,583	
Election Commissioners	1,200	1,200	
Data Processing Services	7,364	7,364	
Voting machine Maintenance	53		53
Polling Places, Election	74		74
Printing	13,920	13,920	
Miscellaneous Expense	325	325	
Planning and Zoning:			
Program Support	10,000		10,000
Conference Registration	500	496	4
Travel	1,000	40	960
Economic Development:			
Land Improvements	10,000	25	9,975
Twin Rivers	3,180		3,180
Courthouse:			
Contracted Construction	230,684		230,684
Materials and Supplies	4,426	4,426	
Utilities	13,604	13,604	
Repair	34,009	1,488	32,521
Other County Properties:			
City Building			
Expenses	3,500	1,731	1,769
Janitorial Services	4,000	3,784	216

McLEAN COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>GENERAL FUND</u> (Continued)			
<u>General Government</u> (Continued)			
Other County Properties:			
Other Buildings			
Utilities - A.A.C.S. Building	\$ 1,000	\$ 738	\$ 262
Utilities - Chamber of Commerce	1,000	737	263
PVA Building -			
Utilities	1,700	1,582	118
Maintenance	5,000	4,853	147
<u>Protection to Persons and Property</u>			
County Police:			
Salaries-			
Chief of Police	22,145	22,145	
Police Officers	35,433	25,944	9,489
Overtime	1,443		1,443
Miscellaneous	1,000	54	946
Vehicle Repairs	6,000	1,588	4,412
Road Patrol, Fuel	12,000	6,619	5,381
Uniforms	457	332	125
Training	750	37	713
Radio Equipment	936	239	697
Office Equipment	1,000		1,000
Other Equipment	2,178	2,178	
Disaster and Emergency Services:			
Director Salary	7,210	7,210	
Training	500		500
Telephone	600	577	23
Travel	400		400
Office Materials and Supplies	400		400
Dispatch Service:			
Salaries	52,466	52,466	
Overtime	2,486		2,486
Office Equipment	500		500
Office Supplies	500		500
Training	500	192	308

McLEAN COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>GENERAL FUND</u> (Continued)			
<u>Protection to Persons and Property</u> (Continued)			
Dispatch Service (Continued):			
Back-up Phone	\$ 600	\$	\$ 600
Forestry Fire Protection:			
Kentucky State Treasurer	750	730	20
Drug Enforcement:			
Pennyryle Area Development District -			
Drug Task Force	10,000	1,931	8,069
Drug Enforcement Education	2,000	342	1,658
Office of Public Defender:			
Contribution	1,204	1,204	
<u>General Health and Sanitation</u>			
Pest Eradication Programs:			
Contracted Service - Pest Control	2,000	1,495	505
Other Capital Outlay - Mosquito Fogger			
Equipment	7,000	7,000	
Dog Control:			
Dog Warden Salary	3,914	3,914	
Dog Pick-up	2,500	1,459	1,041
Miscellaneous	1,000	180	820
Sanitary Landfill:			
Engineering Services	12,000		12,000
Solid Waste Transfer:			
Solid Waste Attendants - Salaries	10,273	10,273	
Tire Disposal	826	315	511
Garbage Haul and Tipping Fees	21,000	20,757	243
Office Supplies	204	204	

McLEAN COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>GENERAL FUND</u> (Continued)			
<u>General Health and Sanitation</u> (Continued)			
Recycling Programs:			
Program Support	\$ 1,881	\$ 470	\$ 1,411
Maintenance	1,500	1,144	356
Water Systems:			
Water Districts - Program Support	25,000		25,000
Sewer Systems:			
Sewer Districts - Program Support	5,000	4,278	722
Soil and Water Conservation:			
NCSC - Soil Mapping	2,500		2,500
Flood Control Projects:			
Flood Control - Program Support	6,500		6,500
<u>Social Services</u>			
Public Advocate Program:			
Program Support	11,289	7,360	3,929
General Charity and Welfare:			
Pauper Burials	6,315	6,315	
Food	1,000		1,000
<u>Recreation and Culture</u>			
Public Libraries:			
Contribution	14,100		14,100
General Services:			
Child Support Reimbursement	37,579	37,579	
Auditing Services	10,000	8,891	1,109
Vending Machine	1,200	1,148	52
Public Officials Bonds	3,931	3,931	
Professional Liability Insurance	7,500	7,500	

McLEAN COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>GENERAL FUND</u> (Continued)			
<u>Administration</u> (Continued)			
General Services (Continued):			
Memberships-			
Kentucky Coal	\$ 2,800	\$ 1,111	\$ 1,689
Area Development District	4,270	4,270	
Kentucky Association Of County Officials	1,160	1,160	
Miscellaneous	919	395	524
Insurance - Kentucky All Lines Fund	4,530	4,529	1
Fringe Benefits:			
County Contributions-			
Social Security	36,000	35,074	926
Retirement	43,000	42,521	479
Health Insurance	17,509	17,509	
Worker's Compensation	5,000	5,000	
Total General Fund	<u>\$ 1,139,148</u>	<u>\$ 716,825</u>	<u>\$ 422,323</u>

ROAD AND BRIDGE FUND

General Government

Fiscal Court:

Magistrates-			
Expense Allowance	\$ 4,800	\$ 4,800	\$

Transportation Facilities and Services

Road Department:

Data Processing Supplies	107		107
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Road Facilities:

Engineering Services	7,703	7,703	
Underground Storage Tanks	32,520	17,693	14,827

McLEAN COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>ROAD AND BRIDGE FUND</u>			
(Continued)			
<u>Roads</u>			
Office of Road Supervisor/Engineer:			
Road Supervisor Salary	\$ 28,232	\$ 28,232	\$
Dues	200	25	175
Travel/Tolls	100		100
Tuition Reimbursement	100		100
Attend Meetings	350	180	170
Road Maintenance:			
Salaries-			
Road Labor	178,026	178,026	
Secretary	14,872	14,872	
Overtime	2,834		2,834
Bridge Construction	15,000	846	14,154
Laborer Physicals	256		256
Pest Eradication	1,336	1,336	
Asphalt	175,000	111,425	63,575
Crushed Stone and Gravel	40,000	30,427	9,573
Garage Supplies	6,500	4,779	1,721
Gasoline	23,964	17,869	6,095
General Construction Materials	25,000	35	24,965
Lubricants	5,000	4,990	10
Machinery and Equipment-			
Repairs	40,000	22,718	17,282
Motor Vehicle Parts	31,972	31,971	1
Road Materials	55,000		55,000
Pipe	15,000	10,463	4,537
Signs	2,614	1,569	1,045
Tools	4,299	1,673	2,626
Tires and Tubes	8,000	4,351	3,649
Utilities	4,500	4,169	331
Miscellaneous	1,000	930	70
Radio Equipment	1,265	1,265	
Energy Road Recovery:			
Engineering Services	2,782		2,782

McLEAN COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>ROAD AND BRIDGE FUND</u> (Continued)			
<u>Debt Service</u>			
Leases:			
Tractor - Interest	\$ 606	\$ 606	\$
<u>Administration</u>			
General Services:			
Professional Liability Insurance	28,397	28,397	
Telephone	1,121	1,121	
Other Expenses	1,000	64	936
Fringe Benefits:			
County Contributions-			
Social Security	25,383	25,383	
Retirement	38,572	38,571	1
Health Insurance	32,124	32,124	
Worker's Compensation	10,000	10,000	
Unemployment Insurance	4,952	3,368	1,584
Total Operating Budget	\$ 870,487	\$ 641,981	\$ 228,506
Other Financing Uses:			
Leases			
Tractor - Principal	7,825	7,822	3
Total Road and Bridge Fund	<u>\$ 878,312</u>	<u>\$ 649,803</u>	<u>\$ 228,509</u>

JAIL FUND

Protection to Persons and Property

Office of Jailer:			
Personnel Services-			
Jailer Salary	\$ 16,000	\$ 16,000	\$
Operations-			
Routine Medical	3,206	3,206	
Utilities	1,317	1,317	
Telephone	642	639	3

McLEAN COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>JAIL FUND</u> (Continued)			
<u>Protection to Persons and Property</u>			
Office of Jailer:			
Transporting Prisoners to Other Counties	\$ 93,914	\$ 93,913	\$ 1
Housing Juveniles	1,710	1,710	
Miscellaneous Operating Expense	307	307	
<u>Administration</u>			
<u>General Services:</u>			
Association Dues	50	50	
Fringe Benefits:			
County Contributions-			
Retirement	1,265	1,265	
Social Security	1,162	1,162	
Total Jail Fund	<u>\$ 119,573</u>	<u>\$ 119,569</u>	<u>\$ 4</u>
<u>LOCAL GOVERNMENT ECONOMIC ASSISTANCE FUND</u>			
<u>General Government</u>			
Office of Sheriff:			
Vehicle	\$ 8,000	\$	\$ 8,000
Economic Development:			
Revolving Loans	5,000		5,000
Regional Industrial Authorities	5,000	4,000	1,000
Office of County Police:			
Vehicle	8,000		8,000

McLEAN COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
LOCAL GOVERNMENT ECONOMIC <u>ASSISTANCE FUND</u> (Continued)			
<u>General Health and Sanitation</u>			
Water Systems:			
Water System	\$ 20,000	\$	\$ 20,000
Sewer System	6,000	5,544	456
 Flood Control Projects:			
Drainage	6,000	5,000	1,000
<u>Social Services</u>			
Services to Indigents:			
Help Office	1,000		1,000
Mental Health	1,000		1,000
 Senior Citizens Program:			
RSVP	2,000		2,000
Senior Companion	750		750
 Services to Children and Youth			
Miscellaneous	1,000		1,000
<u>Recreation and Culture</u>			
Parks:			
Myer Creek	5,000	717	4,283
Parks (Buildings and Construction)	20,000	65	19,935
Miscellaneous	1,000		1,000
 Other Recreation Programs:			
Program Support	5,000	600	4,400
 Cooperative Extension Service:			
Contributions - 4H	14,200	14,200	

McLEAN COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
LOCAL GOVERNMENT ECONOMIC ASSISTANCE FUND (Continued)			
<u>Recreation and Culture (Continued)</u>			
Celebrations, Festivals, and Cultural Programs:			
Advertising	\$ 2,700	\$	\$ 2,700
County Heritage Conservation Support	5,000	2,816	2,184
Festivals and Cultural Programs	5,204	5,204	
Other Cultural Programs:			
Historic Preservation	5,000	3,000	2,000
<u>Transportation Facilities and Services</u>			
Road Maintenance:			
Coal-Haul Road Maintenance	49,500	8,101	41,399
Emergency Road Repair	25,000		25,000
<u>Debt Service</u>			
Lease-Purchase Gas Lines			
Interest	9,740	9,740	
<u>Capital Projects</u>			
Site Development:			
Land Improvement	95,000	75,000	20,000
<u>Administration</u>			
Contingent Appropriations:			
Reserve for Budget Transfers	9,551		9,551
Fringe Benefits:			
Health Insurance	5,995	5,995	
Worker's Compensation	3,500		3,500
Total Operating Budget	\$ 325,140	\$ 139,982	\$ 177,158

McLEAN COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
LOCAL GOVERNMENT ECONOMIC ASSISTANCE FUND (Continued)			
Other Financing Uses:			
Borrowed Money - Principal			
Tri-County Loan	\$ 60,000	\$	\$ 60,000
Leases-Principal			
Gas Lines	200,000		200,000
Total Local Government Economic Assistance Fund	\$ 585,140	\$ 139,982	\$ 437,158
<u>RURAL HEALTH FUND</u>			
<u>General Health and Sanitation</u>			
Other Health Programs:			
Contracted Services	\$ 1,500	\$	\$ 1,500
Medical Supplies	8,000		8,000
<u>Administration</u>			
General Services:			
Program Support	500		500
Contingent Appropriations:			
Reserve for Budget Transfers	1,500		1,500
Total Rural Health Fund	\$ 11,500	\$ 0	\$ 11,500
<u>AMBULANCE FUND</u>			
<u>Protection to Persons and Property</u>			
Ambulance Service:			
Salaries-			
Director Salary	\$ 27,291	\$ 27,291	\$
EMTs Salaries	147,879	147,879	
Paramedics Salaries	94,289	94,289	
Other Salaries	1,000	1,000	
Billing Services	7,137	7,137	

McLEAN COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>AMBULANCE FUND</u> (Continued)			
<u>Protection to Persons and Property</u> (Continued)			
Ambulance Service (Continued):			
Diesel Fuel	\$ 3,923	\$ 3,923	\$
Parts and Repairs	7,400	7,400	
Office Supplies	1,128	1,128	
Uniforms	1,841	1,841	
Laundry Service	1,728	1,728	
Medical Supplies	19,870	19,870	
Solid Waste	214	214	
Training	2,292	2,292	
Telephone	3,190	3,190	
Custodial Supplies	43	43	
Refunds	3,087	3,087	
Miscellaneous	1,122	1,122	
Other Equipment	5,250	5,250	
Emergency Equipment (Co Match SB66)	18,424	18,424	
<u>Debt Service</u>			
Lease - Interest			
Ambulance	3,586	3,586	
<u>Administration</u>			
Fringe Benefits:			
County Contributions-			
Social Security	19,087	19,087	
Retirement	9,385	9,385	
Health Insurance	6,827	6,827	
Workers Compensation	7,027	7,027	
Total Operating Budget	\$ 393,020	\$ 393,020	\$ 0
Other Financing Uses:			
Leases - Principal			
Ambulance	16,243	16,243	

McLEAN COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>AMBULANCE FUND</u> (Continued)			
Other Financing Uses (Continued):			
Borrowed Money			
Note Principal	\$ 28,430	\$ 28,430	\$
Total Ambulance Fund	\$ 437,693	\$ 437,693	\$ 0
<u>FIRE DEPARTMENT FUND</u>			
County Fire Department:			
Rent	\$ 400	\$ 400	\$
Fuel	500		500
Equipment	2,497	406	2,091
Phone	1,196	1,196	
Utilities	2,553	2,553	
Other Supplies	1,314	1,314	
Fire Truck Pumper	119,132		119,132
Jaws of Life Rescue Equipment	14,000	14,000	
<u>Debt Service</u>			
Leases - Interest:			
Fire Station	6,617	4,698	1,919
Rescue Equipment	477	477	
Pumper	2,500		2,500
Total Operating Budget	\$ 151,186	\$ 25,044	\$ 126,142
Other Financing Uses:			
Leases - Principal			
Fire Station	129,050	125,679	3,371
Rescue Equipment	5,500	5,500	
Pumper	5,000		5,000
Total Fire Department	\$ 290,736	\$ 156,223	\$ 134,513

McLEAN COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
COMMUNITY DEVELOPMENT			
<u>BLOCK GRANT FUND</u>			
<u>General Government</u>			
Economic Development:			
Consulting Fees:			
Green River Area Development	\$ 25,000	\$ 9,425	\$ 15,575
Water Systems	475,000		475,000
Capital Projects:			
Land Improvement	70,000	849	69,151
<u>Administration</u>			
Contingent Appropriations:			
Reserve for Budget Transfers	10,500		10,500
Total Community Development Block Grant Fund	<u>\$ 580,500</u>	<u>\$ 10,274</u>	<u>\$ 570,226</u>
<u>FLOOD FUND</u>			
<u>General Health and Sanitation</u>			
Contracted Services:			
Appraisals	\$ 6,750	\$	\$ 6,750
Digital Infrastructure	11,000	7,000	4,000
Closing Costs	9,217	9,217	
Demolition	15,000	1,870	13,130
<u>Capital Outlay</u>			
Real Property Acquisition	528,700	415,557	113,143
<u>Administration</u>			
Rent Reallocation Payments	10,500	7,500	3,000

McLEAN COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>FLOOD FUND</u> (Continued)			
<u>Social Services</u>			
Contracted Services:			
Program Support	\$ 4,800	\$	\$ 4,800
Miscellaneous Expense	450		450
<u>Administration</u>			
Contingent Appropriations:			
Reserve for Budget Transfers	3,219		3,219
Mandated Program Support:			
Payment to Other Government Agencies	3,185	3,185	
Total Flood Fund	<u>\$ 592,821</u>	<u>\$ 444,329</u>	<u>\$ 148,492</u>
<u>HOSPITAL FUND</u>			
<u>General Government</u>			
Contracted Services:			
Pest Control	\$ 4,500	\$ 4,000	\$ 500
Hospital Services	1,500		1,500
Maintenance	8,279	1,792	6,487
Other Charges:			
Phone	2,451	2,451	
Utilities	10,013	10,013	
Capital Outlay:			
Other Capital Outlay	79,357		79,357
<u>Administration</u>			
General Services:			
Liability Insurance	700	700	
Audit	700	39	661
Total Hospital Fund	<u>\$ 107,500</u>	<u>\$ 18,995</u>	<u>\$ 88,505</u>

McLEAN COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>ADULT EDUCATION FUND</u>			
<u>General Government</u>			
Fiscal Court:			
Instruction Costs	\$ 35,501	\$ 35,501	\$
Administrative Costs	6,387	10	6,377
Rent	2,500	750	1,750
Program Support	3,030	644	2,386
Data Processing	5,000		5,000
Office Supplies	2,700	1,125	1,575
Copier	4,600	444	4,156
Travel	2,600	237	2,363
Miscellaneous	1,000	413	587
Literacy Training	5,000	60	4,940
Staff Development	4,200	845	3,355
Contingent Appropriations:			
Reserve for Budget Transfers	4,082		4,082
Total Adult Education Fund	<u>\$ 76,600</u>	<u>\$ 40,029</u>	<u>\$ 36,571</u>

JOB TRAINING PARTNERSHIP
ACT FUND

General Government

Fiscal Court:			
Salaries-			
Assistant	\$ 11,084	\$ 11,084	\$
Director	16,769	16,271	498
Clerk	1,635	1,635	
Rent	2,250	2,250	
Program Support	123		123
Office Supplies	3,072	1,097	1,975
Telephone	882	878	4
Travel Costs	1,650		1,650
Training Supplies	520	243	277
Miscellaneous	500	448	52
Data Processing Equipment	6,900	3,868	3,032

McLEAN COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
JOB TRAINING PARTNERSHIP			
<u>ACT FUND</u> (Continued)			
<u>General Government (Continued)</u>			
Fiscal Court (Continued):			
Office Equipment	\$ 3,820	\$ 1,586	\$ 2,234
<u>Administration</u>			
General Services:			
Audit	400		400
Bonds	75		75
Fringe Benefits:			
County Contributions-			
Social Security	2,304	1,771	533
Retirement	2,438	2,418	20
Health Insurance	5,526	2,978	2,548
Unemployment	753		753
Workers Compensation	473	473	
Total Job Training Partnership Act Fund	<u>\$ 61,174</u>	<u>\$ 47,000</u>	<u>\$ 14,174</u>

911 FUNDProtection to Persons and Property

Emergency Dispatch Service:			
Dispatchers Salaries	\$ 19,805	\$ 19,234	\$ 571
System Maintenance	13,304	13,304	
911 Software Development	9,277	9,277	
Data Processing	283	101	182
Dispatch Supplies	361	268	93
Dispatcher Uniforms	500		500
Training	1,361	160	1,201
E-911 CAD System	10,463	10,463	

McLEAN COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>911 FUND (Continued)</u>			
<u>Debt Service</u>			
Lease-Purchase E911 System			
Interest	\$ 7,360	\$ 6,917	\$ 443
<u>Administration</u>			
Fringe Benefits:			
County Contributions-			
Social Security	2,323	2,257	66
Retirement	2,459	1,903	556
Health Insurance	2,304	2,304	
Unemployment	300		300
Workers Compensation	500		500
Total Operating Budget	\$ 70,600	\$ 66,188	\$ 4,412
Other Financing Uses:			
Leases - Principal			
E-911 System	28,400	26,900	1,500
Total 911 Fund	\$ 99,000	\$ 93,088	\$ 5,912

CAREER CENTER FUND

General Government

Economic Development:			
Salaries	\$ 9,360	\$ 8,534	\$ 826
Advertising	400		400
Data Processing	2,316	131	2,185
Office Supplies	500	298	202
Other Supplies	100		100
Printing	237		237
Telephone	3,307	3,307	
Travel Costs	800	501	299

McLEAN COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>CAREER CENTER FUND</u> (Continued)			
<u>Administration</u>			
Contingent Appropriations:			
Reserve for Budget Transfers	\$ 6	\$	\$ 6
Fringe Benefits:			
County Contributions-			
Social Security	716	525	191
Retirement	758	575	183
Health Insurance	1,500	807	693
Unemployment	200		200
Workers Compensation	400		400
Total Career Center Fund	<u>\$ 20,600</u>	<u>\$ 14,678</u>	<u>\$ 5,922</u>

SENIOR CITIZENS FUND

Social Services

Personnel Services:			
Director Salary	\$ 16,886	\$ 16,886	\$
Assistant Salary	10,322	10,322	
Contracted Services:			
Meal Transportation	4,282	4,282	
General Transportation	3,202	3,202	
Rent	3,000	3,000	
Supplies and Materials:			
Fuel Reimbursement	582	582	
Equipment	26	26	
Supplies	383	383	
Telephone	597	597	
Staff Training	98	98	
Travel	1,186	1,186	
Building Maintenance	1,435	1,435	
Miscellaneous	540	540	

McLEAN COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>SENIOR CITIZENS FUND</u> (Continued)			
<u>Administration</u>			
Fringe Benefits:			
County Contributions-			
Social Security	\$ 1,986	\$ 1,986	\$
Retirement	1,236	1,236	
Health Insurance	1,606	1,606	
Total Senior Citizens Fund	\$ 47,367	\$ 47,367	\$ 0
Total Operating Budget - All Funds	\$ 4,567,216	\$ 2,725,281	\$ 1,833,935
Other Financing Uses:			
Principal on Leases -			
Tractor	7,825	7,822	3
Gas Lines	200,000		200,000
Ambulance	16,243	16,243	
Fire Station	129,050	125,679	3,371
Rescue Equipment	5,500	5,500	
Pumper	5,000		5,000
E-911 System	28,400	26,900	1,500
Borrowed Money - Principal			
Tri-County Loan	60,000		60,000
Notes	28,430	28,430	
TOTAL BUDGET - ALL FUNDS	\$ 5,047,664	\$ 2,935,855	\$ 2,103,809

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER
FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS



Edward B. Hatchett, Jr.
Auditor of Public Accounts

Honorable Larry Whitaker, County Judge/Executive
Members of the McLean County Fiscal Court

Report On Compliance And On Internal Control Over Financial Reporting Based On An
Audit Of Financial Statements Performed In Accordance With Government Auditing Standards

We have audited the financial statements of McLean County, Kentucky, as of and for the year ended June 30, 1999, and have issued our report thereon dated March 28, 2000. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether McLean County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered McLean County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Honorable Larry Whitaker, County Judge/Executive
Members of the McLean County Fiscal Court
Report On Compliance And On Internal Control
Over Financial Reporting Based On An Audit Of Financial
Statements Performed In Accordance With Government Auditing Standards
(Continued)

This report is intended solely for the information and use of management and is not intended to be and should not be used by anyone other than the specified party. However, this report, upon release by the Auditor of Public Accounts, is a matter of public record and its distribution is not limited.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Ed Hatchett", with a long horizontal flourish extending to the right.

Edward B. Hatchett, Jr.
Auditor of Public Accounts

Audit fieldwork completed -
March 28, 2000

REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL
CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133



Edward B. Hatchett, Jr. Auditor of Public Accounts

Honorable Larry Whitaker, McLean County Judge/Executive
Members of the McLean County Fiscal Court

Report On Compliance With Requirements Applicable To Each Major Program And Internal Control Over Compliance In Accordance With OMB Circular A-133

Compliance

We have audited the compliance of McLean County, Kentucky, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 1999. McLean County's major federal programs are identified in the schedule of expenditures of federal awards. Compliance with the requirements of laws, regulations, contracts, and grants applicable to its major federal program is the responsibility of McLean County's management. Our responsibility is to express an opinion on McLean County's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about McLean County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on McLean County's compliance with those requirements.

In our opinion, McLean County complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 1999.

Internal Control Over Compliance

The management of McLean County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to its federal program. In planning and performing our audit, we considered McLean County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Honorable Larry Whitaker, McLean County Judge/Executive
Members of the McLean County Fiscal Court
Report On Compliance With Requirements Applicable To Each Major Program
And Internal Control Over Compliance In Accordance With OMB Circular A-133
(Continued)

Internal Control Over Compliance (Continued)

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended for the information and use of management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than the specified parties. However, this report, upon release by the Auditor of Public Accounts, is a matter of public record and its distribution is not limited.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Ed Hatchett", with a stylized flourish at the end.

Edward B. Hatchett, Jr.
Auditor of Public Accounts

Audit fieldwork completed –
March 28, 2000

FINDINGS AND QUESTIONED COSTS

McLEAN COUNTY
FINDINGS AND QUESTIONED COSTS

Fiscal Year Ended June 30, 1999

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the financial statements of McLean County.
2. No reportable conditions relating to the audit of the financial statements are reported in the Independent Auditor's Report.
3. No instances of noncompliance material to the financial statements of McLean County were disclosed during the audit.
4. No reportable conditions relating to the audit of the major federal awards program are reported in the Independent Auditor's Report.
5. The auditor's report on compliance for the audit of the major federal award program for McLean County expresses an unqualified opinion.
6. There are no audit findings relative to the major federal awards program for McLean County reported in Part C of this schedule.
7. The program tested as a major program was the Disaster and Emergency Grant – Hazard Mitigation.
8. The threshold for distinguishing Type A and B programs was \$300,000.
9. McLean County was not determined to be a low-risk auditee.

B. FINDINGS – FINANCIAL STATEMENTS AUDIT

None.

REPORTABLE CONDITIONS

None.

C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARDS PROGRAM
AUDIT

None.

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

McLEAN COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Fiscal Year Ended June 30, 1999

Federal Grantor Program Title <u>Grant Name (CFDA #)</u>	<u>Pass-Through Grantor's Number</u>	<u>Expenditures</u>
<u>Cash Programs</u>		
U.S. Department of Housing and Urban Development		
Passed-Through State Department of Local Government:		
Disaster Recovery Initiative Program (CFDA #14.unknown)	Not Available	\$ 111,082
U.S. Appalachian Regional Commission		
Passed-Through State Department of Local Government:		
Appalachian Regional Commission Grants- (CFDA #23.002)	Not Available	9,364
U.S. Federal Emergency Management Agency		
Passed-Through State Department of Military Affairs:		
Disaster and Emergency Assistance Grant- Hazard Mitigation (CFDA #83.544)	Not Available	333,247
U.S. Department of Labor		
Passed-Through State JTPA Title II,III (CFDA #17.250)		
	Not Available	47,700

McLEAN COUNTY
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 Fiscal Year Ended June 30, 1999
 (Continued)

Federal Grantor Program Title <u>Grant Name (CFDA #)</u>	<u>Pass-Through Grantor's Number</u>	<u>Expenditures</u>
U.S. Department for Adult Education		
Passed-Through State Department for Adult Education and Literacy (CFDA # 84.002)	Not Available	\$ 36,092
U.S. Department of Health and Human Services		
Passed-Through State Cabinet for Families and Children (CFDA #93.044)	Not Available	<u>26,876</u>
Total Cash Expenditures of Federal Awards		<u><u>\$ 564,361</u></u>

McLEAN COUNTY
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Fiscal Year Ended June 30, 1999

Note 1 - Basis of Presentation

This schedule is presented on a cash basis.

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CERTIFICATION OF COMPLIANCE – LOCAL
GOVERNMENT ECONOMIC DEVELOPMENT PROGRAM

McLEAN COUNTY FISCAL COURT

Fiscal Year Ended June 30, 1999

CERTIFICATION OF COMPLIANCE

LOCAL GOVERNMENT ECONOMIC DEVELOPMENT PROGRAM

MCLEAN COUNTY FISCAL COURT

Fiscal Year Ended June 30, 1999

The McLean County Fiscal Court hereby certifies that assistance received from the Local Government Economic Development Fund was expended for the purpose intended, as dictated by the applicable Kentucky Revised Statutes.



Name
Judge Executive



Name
County Treasurer